Mostly cloudy to-day and to-morrow; not much change in temperature.

Highest femperature yesterday, 40; lowest, 34-

THE NEW YORK HERALD

VOL. LXXXVII.—NO. 114—DAILY.

NEW YORK, FRIDAY, DECEMBER 22, 1922.—ENTERED AS SECOND CLASS MATTER.

The New York Herald, with all that was best of The Sun intertwined with it, and the whole revitalized, is a bigger and better and sounder newspaper than ever before,

THE BEST IN ITS HISTORY.

OWEN FIGHTS MOVE TO WIN DEMOCRATS TO RADICAL MERGER

Drafts 'Progressive' Program for Party to Follow in 1924 Fight.

CORPORATIONS

Urges Expansion of Farm Loans, Tax Revision and Rail Rate Changes.

WILSON KEEPS SILENT

Friends Oppose Oklahoman's Plan to Ratify Treaty With Reservations.

By LOUIS SEIBOLD. Special Disputch to THE NEW YORK HERALD

New York Herald Bureau. Washington, D. C., Dec. 21. The first Democratic rejoinder the enticing radical Republican gestures looking to a "progressive combingtion" against the two older parties was made to-day by Senator Robert I. Owen of Oklahoma. The most important feature of the Democratic counter proposal is that it does not hold out hope for a combination of radicals of the two parties.

Senator Owen, who is author of the Currency act, now in operation, and o was an aspirant for the Presidential nomination of his party at San Francisco, thinks the political situation of the country does not call for a that the chances of the Democratic for the development of 1,200,000 horseernment in the next test are so promising that it can afford to frown on overtures for a combination.

The Oklahoma Senator has prepared program which is intended to provide the basis for the adoption of a definite policy to guide it in the treatwill fight during the coming year. He which can be exported into the United describes his program as "progres-

cently. What he thinks about the various programs proposed by President Harding, the radical Republican groups in the Schate and various plans intended to put his own party in fighting shape, is a matter of conjecture.

It is wholly within reason that Mr. Wilson, who was halled as the progressive Moses of his party ten years ago, will exert the full measure of his influence to light any reactionary ventures that might creep into its man
is developed.

Price Bros. will erect two new mills problem.

The number of milions to be spent for using this newly created power, and their experts, after an exhaustive study of the city for spending. The Hylan administration has three years to get out the contracts, the Smith administration has three years to get out the contracts. The mail early we will be able to curtail our force Sunday and Christmas Day. This will include both letters and parging in the city for spending. The Hylan administration has three years to get out the contracts, the Smith administration has three years to get out the contracts. The mail early we will be only one delivery Christmas Day. This will include both letters and parging in the rect two years. Tammany believes that in the next three years the built of the contracts can be made and tied up against any contingency which may arise in the election of 1925.

May Spend Half Republic will continue to mail early we will be able to curtail our force Sunday and Christmas Day. This will include both letters and parging in the city for spending. The Hylan administration has three years to get out the city for spending. The Hylan administration has three years to get out the city will be able to curtail our force Sunday and Christmas Day. This will include both letters and parging in the colly on the city for spending. The Hylan administration has three years to get out the city for spending. The Hylan administration has three years to get out the city for spending. The Hylan administration has three years to get out the contracts and the French Line agement or figure in the determination of future policies. Mr. Wilson con-sistently fought against the injection of efforts to involve his party in radi-cal experiments of the sort that now divide the Republican party. He was praisal of some of the issues raised by the Nebraska evangelist.

Recall Attack on Bryan.

Political students even recall the declaration once made by Mr. Wilson that Mr. Bryan "should be knocked into a cocked hat" because of his ac-vocacy of some of the wild schemes that influenced the Democratic party that influenced the Democratic party to thrice nominate him for the Presi-

Democratic leaders who will follow the leadership of Mr. Wilson and not that of Mr. Bryan, or even Mr. Cox, are confident he will support some features of the plan proposed by Sen-ator Owen. Senator Owen stresses the progressive feature of the program prepared by him to meet the Republican evertures for a combina-tion organized on radical lines. He

says: "The first duty of the progressive tribution and to establish machinery by which to control them thoroughly. It would be better even for predatory monopoly and of cou for honest big business as well as the producers and consumers to end the abuses of confine by private monopoly. trol by private monopoly,"

Would License Corporations. Among the remedles suggested by of legislation requiring every inter-state corporation to take out a license grees and the Federal Trade Commis-sion, with assurance that such cor-poration shall observe the anti-trust

Continued on Page Seven.

Will Not Suppress Paper That Attacked Hylan

Special Dispatch to THE NEW YORK HEEALD New York Heraid Bareau. | Washington, D. C., Dec. II. | AYOR MYLAN'S request to Federal authorities to sup-press the Mayfield Weekly,

lieged to be a Ku Klux Klan pape

published by Senator-elect Mayfield of Texas, will not be granted. Post Office Department officials said they had no authority in law to bar the publication from the mails or to deny the second class postage rate. Mayor Hylan, aroused by an attack upon him in the Mayfield Weekly, wrote the President about it. His letter was turned over to Postmaster-General Work. A formal reply will be sent the Mayor enclosing the opinion of the Solicitor of the Post Office Department. Press dispatches from Texas say the paper in question is not owned or edited by Senator-elect Mayfield, but by Col. Billie Mayfield, a Texas National Guardsman, who is not related to the Senator-elect.

J. B. DUKE TO BUILD

\$12,000,000 Dam at Lake in Quebec to Eclipse Niagara of Muscle Shoals.

Deal With Sir William Price for Undertaking With Output of 1,200,000 H. P.

A contract of international and infustrial interest has been signed between James B. Duke of New York city and the Quebec Development Company, headed by Sir William Price, president third party. He is quite convinced of Price Bros. & Co., Ltd. of Quebec, party for winning control of the Gov- power, which will be generated by the building of a great dam at the Grand Discharge from Lake St. John, the headwaters of the Saguenay River, in

This gigantic harnessing of waterpower, work on which will start at once, not only will supply enough ment of issues over which the con- power to electrify thoroughly the servative, the moderate-liberal and the Province of Quebec, but it is quite posradical groups in the Republican party sible that there will be a large surplus States. The great factories of New England may be able to utilize much

It will cost Price Bros. & Co., Ltd., something above \$17,000,900 dollars to effect the changes in their mills and to build the new ones. They have awreed to take 200,000 of the newly created horsepower, which is the largest contract ever made by a consumer for elec-

Dam to Cost \$12,000,000.

TAMMANY PREPARES PLAN TO MAKE STATE SAFE FOR THE PARTY

Water Power Expected to Develop Machine North of Albany.

SMITH HAS FREE HAND

Hylan and Hearst to Be Held by Fullest Home Rule Measures.

MILLIONS IN CONTRACTS

Public Improvements Mean NO CONGESTION SO FAR Dispatches From All Over Lots of Patronage With Lucrative Jobs.

The Democratic program for State and city under the new political deal which begins January 1 is now virtually complete. Alfred E. Smith's STATES WILL BENEFIT its work for the first year is nearly message to the Legislature outlining finished. The policies have been de-

amount of new patronage and millions in contracts with which Charles F. the "mail early" campaign waged by Murphy hopes to solidify the organi- Postmaster Edward M. Morgan. The zation's hold on the State. The ob- number of parcels mailed yesterday jective is to try to make this State was 1,061,933, which is an increase of

way in the legislation for which he over by the department to facilitate declared in his campaign. Restrictive the delivery and forwarding of letters, laws are to be killed or modified. The papers and parcels. Governor will have a free hand on his reform and labor policies. He is the number of parcels handled yesterto be progressive from the start.

subway and port development contracts at an early date.

The up-State Democrats are to have water power development, a powerful factor in building a political machine

we, and not radical."

Wilson Remains Stient.

There is more Democratic satisfaction over the Owner plan on the part of this autrepower.

Besides his great toolscool interests, which were shelled in the supporters of former President of the supporters of former President of the propose will be development and present thinks about anything political handling about it is some that divide the adherent.

Efforts to involve him in fractional directions that divide the adherent of the development of which is a party in Congress have falled for the present of the supporters of former President of the supporters of the supporters of former President of the supporters of former President of the supporters of former President of the supporters of former President of the supporters of former President of the supporters of the supporters of former President of the supporters of former President of the supporters of the supporters of former President of the supporters of the

May Spend Half Billion.

Some figuring has been done along this line, but none apparently has tried to tabulate just what it means. It is estimated that the public improvements to be covered in the bills now being drafted and which will take years to complete will represent eventually close to half a billion. There wil be anywhere from \$200,000,000 to \$200,000,000 in subways and buses before the jeb is finished. Another \$100,000,000 will go late the port development project in the stimated that the public improvements to be covered in the bills now being drafted and which will take years to complete will represent eventually close to half a billion. There will be anywhere from \$200,000 horsepower will have been built come soon after. The water of Lake St. John will be raised about twenty feet. So that no matter how thick the ice freezes there will always be a steady flow to that no matter how thick the ice freezes there will always be a steady flow to the turbines. And, while the contracts for the necessary electrical equipment, e.g., are already being prepared.

Of the eight officers and directors of the company, six are Americans and two are Canadians. The company, which is tacorporated under Canadian laws, as capitalized for \$25,000,000, the entire translated that the public improvements to be complete will represent eventually close to half a billion. There will be anywhere from \$200,000,000 will be anywhere from \$200,000,000 will go in subways and buses before the jeb is finished. Another \$100,000,000,000 will be spedt in water power development project in the course of a few years. Probably another \$100,000,000 will be spedt in water power development if the State embarks on a State owned policy such as will be covered by the administration's bill. Only on the question of liquor legislation is there uncertainty how to proceed. One faction wants the Mullan-Gage State enforcement law repealed. The outcome may be a recommendation for a referendum on the wet and dry question will entire the administration out for two years and have no effect on walch will let the administration out for two years and have no effect one way or another.

WOULD ADMIT MORE ALIENS.

Special Dispetch to The New York Hemato, and the properties of the company will be appeared to the company will be anywer development always has been looked upon as offering wonderful possibilities for political machine building. Tammany has been reaching to way in capturing and capitalizing the project. If the plan carries it wi

Policeman Placed on Theft Case

John Sheffmayer of Jersey City is the father of a twenty-year-old boy, but he is also a member of the Jersey City case, and it was only a few days later that he found evidence which indicated many years. So yesterday he went on the witness stand as a policeman and gave testimony that resulted in a vericit of guilty being brought in against his son, David, who was acqueed of stealing automobile tires. And then, we show his appreciation of Sheffmeyer's devotion to duty, Judge Lazarus of the Hudson County Court placed the boy on probation, but sent Edward Fisher of 46 Fulton avenue, Jersey City, who was convicted jointly with young Sheffmeyer, to the penitentiary for eighteen months.

The tires were stolen last September is from the automobile service station of Leon Berkowitz at 213 Seaview ave-

All Reds in Michigan Jail Released for Holidays

BENTON HARBOR, Mich., Dec 21.—All the remaining Communists in the Berrien coun munists in the Berrien county jail, at St. Joseph, Mich., were released under a joint \$25,000 bond this afternoon to enjoy the Christmas holidays at home. The reds were Joseph Zsak, Norman Tallentir, Charles Erickson, Seth Nordling and Eugene Bechtold, who were among those seized last August in the raid at Bridgman. Their trial will begin January 15. trial will begin January 15.

RECORDS SMASHED

One 24 Hour Period Shows Huge Volume of Business in the City.

Two Armories Taken Over and Excess Is Handled by Extra Forces.

Christmas mail for a period of twenty-four hours this week averaged more than 200 per cent. in excess of that handled the same day two years ago. Yesterday and to-day will mark the peak of the deliveries, after which there will be a sudden decline, due to

safely Democratic for years to come. 35 per cent, over the same day last The Governor-elect is to have his year. Two armories have been taken

There is a 35 per cent increase in day," said Peter McGurty, acting super-Mayor Hylan is to be appeased and intendent of malis, "as compared with the State and municipal administrations the same day last year. To-day and toheld in line for team work by liberal morrow are the big letter days of the application of home rule. The Mayor year. We are receiving approximately will get his bus bill and may soon be six million letters daily, which is one establishing bus lines to his heart's con- million more than the average number. of December are greater by \$293.000

of December are greater by \$293,000 than last year.

"Registered mail shows an increase of 40 per cent. over last year, according to figures of yeaterday, compared with December 15, 1921. We have \$46 Government owned automobile trucks and 77 horse drawn trucks in the regular Christmas service. The horse drawn

will be raised about twenty feet, so in matter how thick the fee freezes will always be a steady flow to unitrolline. The company is a steady flow to unitrolline the necessary electrical equipment, the eleght officers and directors of impany, six are Americans and two amadians. The company, which is one steady under Canadian laws, as ilited for 125,009,000, the entire il stock having been subscribed by Juck and by Str William Price.

Duke's water rights are those he or early one officed upon as offering wonderful possibilities for political machine building. Tammany has been reaching toward it for jurilly spreaged to go all the plan carried to any paid. He upred opening the door for immigration.

Silectiman Placed on Theft Case

Trails and Convicts His Own Son

It is provided the provided the provided the provided the unands of little jobs, exactly the typical and convicts His Own Son

It is state of the supposed to the provided the provide

Five of the Sing Sing convicts who have been pardoned by Gov. Miller were released yesterday and started to their homes to be with their families on Christman Day.

One man who had expected to leave

released yesterday and started to their homes to be with their families on Christmas Day.

One man who had expected to leave. Edward Stoeckle of Nassau county, was rearrested at the prison gates and sent to Manhattan to answer to a warrant to Manhattan to answer to a warrant to harging grand larceny in the second degree. The warrant was issued by Judge Crain of General Sessions.

ARBUCKLE AT WORK TO RETURN TO FILMS; PROTESTS SPREADING

Finishing New Picture for Release in Six Weeks, Despite Criticism.

EXHIBITORS SURPRISED

Say 'Comeback' of 'Fatty' 'Pardoned' by Hays, Is Up to Public.

THREE SHOWS ON TAP

Country Show Women's Clubs Indignant.

ering against the return of Roscoe (Fatty) Arbuckle to the films in this it was learned yesterday from a source inside the film industry that the re tund comedian is making ready preparing to produce a new comedy during the last few weeks, it was said

in anticipation that Will H. Hays might grant his plea for a "pardon." There was nothing to indicate that Fatty had been acting before the Appears Unexpectedly in Court President Barnes Says Move gested the feasibility of a commiss camera in Hollywood, but simply had been finishing the early preliminaries so that the picture could be "shot" as speedily as possible. The fact that his manager, Joseph M. Schenck, left here for the coast last Monday is taken as confirmation of the report that studio work would commence

distributed again by Paramount and Huge Profits Said to Have Administration Is Exploring to-night. He said: not by Associated First National, as one erroneous report had it. Schenck reset his bus bill and may soon be six million letters daily, which is one leases his production for Norma and Ishing bus lines to his heart's con-million more than the average number.

The home rule bills will mean The receipts for the first seventeen days and port development contracts of December are greater by \$292.000 was made with Paramount and still

Charge as He Leaves Prison. Women of Los Angeles

Continued on Page Eight.

PINKHURST, World Center of sport.
derful place for your halldays.-Adv.

POINCARE INSISTS FRANCE IS FREE TO ACT ON GERMAN REPARATIONS WITHOUT U.S. EUROPE WILL ACCEPT

Senate Supports Premier's View That She Need Not Depend on United States, While He Says Germany Has Ruined Herself to Escape Payments.

Paris, Dec. 21 (Associated Press).—
"France is no longer forced to wait upon America for a solution of the interallied European debts, which are closely bound up with the question of "We cannot continue to leave our felevarations." Premier Poincare told the terallied European debts, which are eparations," Premier Poincare told the low citizens without sufficient

ense of the nation. tions Commission. This Germany had systematically ruined be dealt with January 2.

closely bound up with the question of reparations." Premier Poincare told the Senate tolday in a restatement of the contry's position. The Senate later voted confidence, by a show of hands, in the Premier's policy.

The interallied debts, M. Poincare said, would be discussed at the resumption of the Premier's conference here on January 2. France had found a freer field in this respect than before, as she no longer met with a flat refusal from her allies to discuss the question. It was for this reason that she was no longer forced to await action by the United States for a solution.

The Premier's policy,

"The work ordered ought to be continued and finished, and for this Germany must pay us. She has State property which the Versallies Treaty sanctions being alloted for reparations under an article which forbids her to send any gold from the country without the authorization of the Reparations. But this article she has not respected."

M. Poincare treated the idea that France desired to stifle Germany as ricilculous calumny. "We have no wish to ruin Germany." We have no wish to ruin Germany." We have no wish to ruin Germany." We have no wish to ruin Germany." He said, "but we are not willing that, sheltered to-day behind her apparent poverty, she may jeer at our real poverty in a few years' time." He added that France welcomed the idea of Germany raising loans, Internal or external, "but it is desirable for Germany had persevered in her faults and had obstinately continued to abuse her opportunities; the great Industrial magnates had become wealthy at the expense of the nation.

Germany had systematically ruined

to Solve Reparations Is

Due to America.

Every Avenue of Hopeful

Progress to Peace.

The statement follows:

MYSTERY WOMAN IN COMMERCE CHAMBER NORTHCLIFFE SUIT SUPPORTS U.S. ACTION

and Demands Permission

to File Caveat.

WITHHOLDS PARTICULARS PLEDGES HIS ASSISTANCE

Been Made in Sale of London

'Times' Stock.

New York Herald Bureau. | London, Dec. 21. officially reached as to their future action with regard to Arbuckle, and that no plans had been made as to the marketing of the three completed pletures which were shelved after he was acquitted on charges of manshaughter growing out of the death of Virginia Rappe.

Later, it is expected it his first new pleture succeeds the three others Are to prove that Lord Northcliffe had the succeeds the three others Are to prove that Lord Northcliffe had the succeeds the three others Are to prove that Lord Northcliffe had the succeeds the three others Are to proposal infitative the movement looking to a infitative the movement looking to a survey of economic conditions in Germany to serve as the basis for a new many to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve as the basis for a new permany to serve a

> Thomas in the morning there was a the recognition by all countries that a hurried whispering among the barris- definite settlement of the reparations the ters and solicitors representing Lady problem would be a considerable gain ean. Northcliffe and the trustees of the other on the road to world recovery. It is solicitors representing Lady problem would be a considerable gain to the trustees of the other of the world recovery. It is natural that business organizations of the world should look, for aid in determining reparations, to American, which to file a caveat. The then she would have a later ty for presenting her caveat.
>
> "It is manifest that our American armaments."
>
> "It is manifest that our American armaments."

America at 12 Wat Fore-chird stress
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so ordinary shares.

So bought the whole Walter interest in the Times thus cash. His interest in the Times thus became 550,000 ordinary shares and his capital and total investment amounted to 660,000.

The newspaper adds that this interest the information became public when Mr. That is interest was sold to Lord Astor and others for was sold to Lord Astor and others for the information became public when Mr. That is the hospital to return to his confined themselves to-day to the residence. The operation was successful from the White hope of American aid in the crisis was sold to Lord Astor and others for the information became public when Mr. That is fit the hospital to return to his residence. The operation was successful from the White hope of American aid in the crisis was sold to Lord Astor and others for the information became public when Mr. That is fit the hospital to return to his confined themselves to-day to the statement that many recommendations of relief the will be able to be around in proposal for a American commission in the Crisis was sold to Lord Astor and others for the information became public when Mr. That is fit the hospital to return to his confined themselves to-day to the statement that many recommendations on the reguest of Chancellor Cuno are on the request of Chancellor Cuno

AMERICA CONFIDENT INDEMNITY ARBITERS

PRICE TWO CENTS

Negotiations Reach Point Where Definite Program Is Expected.

THREE CENTS
WITHIN 200 MILES.
FOUR CENTS ELSEWHERS.

NO OFFICIAL ACT YET

Hughes Denies Government Has Suggested U.S. Experts for Reparations.

BORAH ASKS CONFERENCE

Requests Economic Discussion -French View Turning to Final Solution.

New York Herald Bureau. Washington, D. C., Dec. 21.

ald to Europe in settling the reparations problem are taking The indirect negotiations beween Washington and London, Berin and Paris have reached the point where the announcement of a pro

gram may be expected. In spite of denials and partial denials by officials of reports from Lonof American husiness men to assist to finding a new basis for a reparations agreement after a study of the situation in Germany, it was learned that such a proposal has received and is

receiving consideration abroad. U. S. Not Yet Made Proposal.

A statement covering this point was ssued by Secretary of State Hughes

"The Department of State cannot discuss tentative proposals which are pean situation. The report that this Government had presented to other Governments a proposal for an Ameri-Chamber of Commerce of the United States, credits entirely to American other Government to such a proposa

succeeds, the three other Ar- to prove that Lord Northcliffe had the support of any action the United the Governments concerned to accept tentationally that most fare will been under undue influence in making States Government is willing to take.

would disassociate the problem from tion bill a proposal for an interna-

Washington, D. C., Dec. 21.

Chief Justice Taft is recovering from an operation for gall stones performed at Garfield Hospital last week. News of the operation was kept from all but his closest friends until to-day.

An effort was made to keep the operation a secret at least until Mr. Taft allon a secret at least until Mr. Taft allon a secret at least until Mr. Taft had recovered and returned to his place had recovered and returned to his place had recovered to the state of the White House on which the hope of American ald in the crisis was haved, followed these visits.

Officials of the State Department of themselves to the state of the state of

The newspaper adds that this interest was sold to Lord Astor and others for £1,350,000, representing a proposit of £1,350,000 on the whole Northcikfe interest in the Times, and continues: "But what is more remarkable still is that the 200,000 Walter shares, which were bought at 20 shillings by Lord Northcilffe in June, were sold five months later at 50 shillings by Lord Northcilffe in June, were sold five months later at 50 shillings, representing a profit of £300,000."

The Daily Express says that Lord Astor's entire payments for the control of the Times, including the Ellerman shares, totaled £1,550,000.

The difficulty in the way of a formal

Astor's entire payments for the control of the Times, including the Ellerman shares, totaled \$1,559,099.

The difficulty in the way of a formal proof of Lord Northcliffe's will lies in the manner in which the four codicils were drawn. The Judge made it clear in granting an adjournment to a later date that it be agreed that Mrs. Thomas and other litigants would not be meritigants would not be meritigants. The domain way have been indirect and have not reached the stage where they could be way have been indirect and have not reached the stage where they could be way have been indirect and have not reached the stage where they could be way and the different that the

testified Lord Northeliffe was in sound mind when the codicils were signed.

ASBURY PARK HOTEL BURNS.

A cowboy cams upon the bodies in the wreckage of the atrplane near what is known as Indian Casis.

Col. Marshall, attached to the staff of the chief of cavalry at Washington, Ashurt Park, Dec. 21.—The Clarender of the chief of cavalry at Washington, and Lieut Webber of the air service left of the chief of a flight to Fort Huachuca near Tuscon, and Lieut Webber of the air service left of the chief of a flight to Fort Huachuca near Tuscon, and Lieut Webber of the air service left of the chief of cavalry at Washington, and Lieut Webber of the air service left of the chief of cavalry at Washington, and Lieut Webber of the air service left of the staff of the committee of the committee of the service left of the collect of the chief of the staff of the collect of the staff of the collect of the staff of the chief of cavalry at Washington, and Lieut Webber of the air service left of the staff of the collect of the staff of the clear of the chief of cavalry at Washington, that the government has asked Ambassader. Justiment last June, should be reconvected. This, however, is one of the avenues being explored. Whether the proposed commission of American business men is intended to act by itself and mediate, he can make the committee of the staff of the staff of the cavalry at the collect of the staff of t